November 2001

Ontario
Ministry
of Finance

Ontario Economic Accounts

Second
Quarter
of 2001
(April, May, June)

Ontario

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SECOND-QUARTER HIGHLIGHTS: APRIL-JUNE 2001

OVERVIEW

- Ontario's **real GDP** grew by 0.6% (2.3% annualized) in the second quarter of 2001.

- Economic growth was headed by a rebound in exports, and machinery and equipment investment, together with a smaller draw down in inventories. Consumer spending also supported growth. Ontario's GDP growth was stronger than the 1.7% annualized growth reported for Canada as-a-whole.

- After-tax income and **real consumer spending** both grew by 0.2% in the second quarter of 2001.

- **Real business investment** grew 0.9% in the second quarter, as machinery and equipment outlays rebounded from a first quarter decline, and non-residential construction continued to expand.

- **Exports** reversed a two quarter slide, advancing by 1.0%, due mainly to a strong recovery in automotive exports to the U.S. Imports, which had also declined in the previous two quarters, rebounded by 1.0% in the second quarter led by increased imports of automotive vehicles and parts.

- **Residential construction** fell 2.7%, with a decline in new construction and home renovations more than offsetting expanding resale activity.

- Businesses continued to cut **inventories** in the second quarter of 2001, but at a slower pace than in the first quarter. The liquidation of stocks occurred at the retail and wholesale stage of the production chain while manufacturers added to inventories.

ECONOMY GROWS BY 0.6% IN APRIL-JUNE QUARTER

The Ontario economy grew by 0.6% in the second quarter of 2001, measured in $1997 (2.3% at annual rates). In current dollars, nominal GDP rose 1.2% to reach an annualized level of $443.4 billion.

Ontario's economy rebounded in the second quarter with stronger business investment, a bounce back in exports and continued consumer spending growth. Growth was also provided by a smaller draw down in inventories from $1.5 billion in the first quarter to $0.6 billion in the second quarter. Residential construction outlays declined.

Prices, as measured by the GDP price deflator, increased by 0.7% in the second quarter, following a 1.3% rise in the first quarter of 2001.

Real GDP declined 0.2% in the first quarter, revised from an initial estimate of a 0.1% increase. The main reason for the downward revision was a faster pace of inventory liquidation in the first quarter.

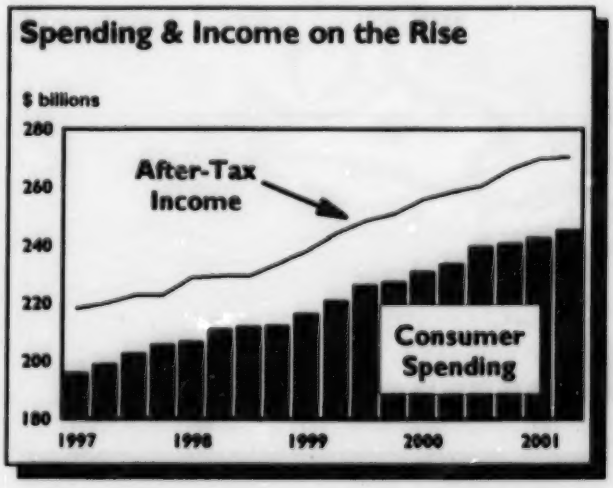
INCOME AND EXPENDITURE ACCOUNTS

ONTARIO ECONOMIC ACCOUNTS: HIGHLIGHTS
(% change from previous period)

	1999	2000	2000:3	2000:4	2001:1	2001:2
Real GDP ($1997)	**7.4**	**5.3**	**1.2**	**0.9**	**-0.2**	**0.6**
(annualized rate on second line)			*5.1*	*3.5*	*-0.6*	*2.3*
Personal spending	4.1	4.1	1.6	0.0	0.2	0.2
Government spending	5.0	5.4	1.1	1.6	0.4	0.7
Residential construction	14.0	5.0	3.2	0.2	2.0	-2.7
Non-residential construction	9.3	-5.2	-5.1	-5.0	0.6	1.2
Machinery & equipment	8.9	12.1	0.2	-1.9	-1.4	0.8
Exports	11.2	6.0	1.8	-1.4	-1.6	1.0
Imports	8.6	6.6	2.1	-3.8	-2.7	1.0
Business inventories ($1997 billions)	0.9	2.7	3.3	0.9	-1.4	-0.3
Nominal GDP ($Current)	**7.3**	**5.9**	**1.2**	**-0.2**	**1.1**	**1.2**
Corporation profits	15.7	5.8	1.2	-0.5	-1.8	2.1
Personal income	6.3	6.4	0.8	1.1	1.6	0.3
Disposable income	6.5	6.0	0.8	2.2	1.4	0.2
Prices GDP deflator	-0.1	0.6	0.0	-1.0	1.3	0.7

CONSUMER SPENDING UP IN SECOND QUARTER

Real consumer spending rose 0.2% in the second quarter of 2001, the same rate of increase as in the first quarter. Consumer spending on goods advanced 0.4% as auto purchases remained strong. Spending on furniture and appliances declined. Spending on services was little changed with increased spending for financial services offsetting lower consumer outlays on restaurant meals, accommodation, and air transportation.

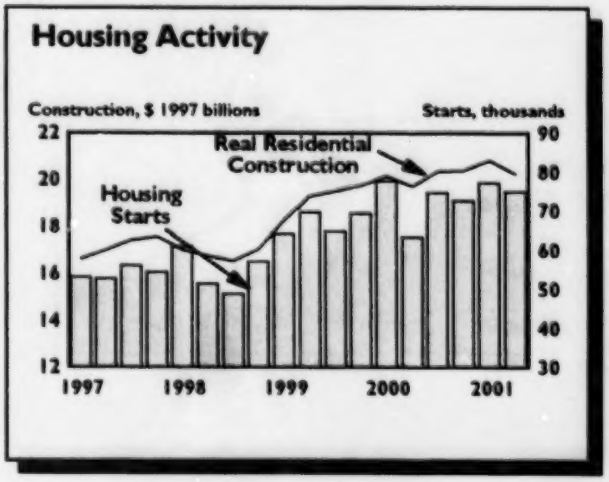


Personal disposable income growth slowed to a

slight 0.2% gain in the second quarter. Labour income, the largest component of household income, increased by 1.0% in the second quarter, following a 1.6% rise in first quarter. Ontario's **saving rate** eased back to 7.1% in the second quarter, after hitting a three -year high of 8.0% in the first quarter.

Housing Market Softens

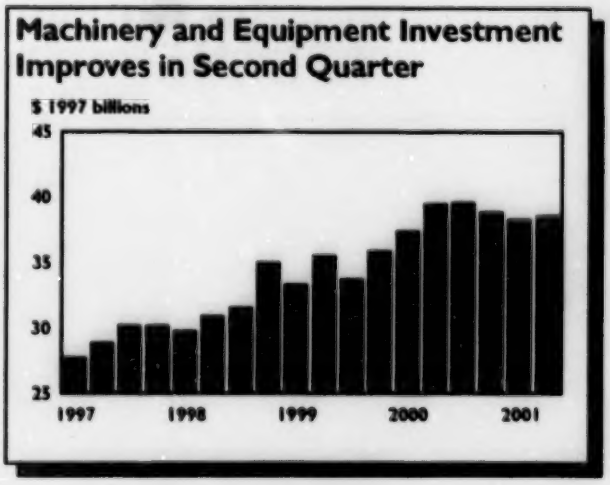
Residential construction fell by 2.7% in the second quarter, following three quarters of solid gains. The second quarter softening was due to a seasonally-adjusted decline in new construction and home renovations, which more than offset expanding resale activity. Despite the decline, Ontario's housing market continued to perform at near record levels.



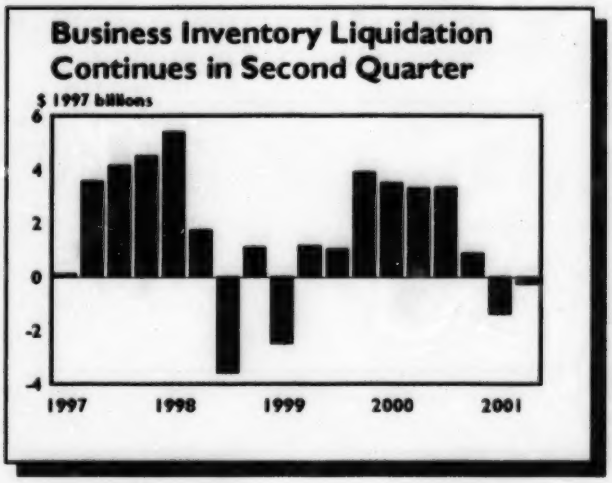
Machinery and Equipment Investment Improves

Ontario's **machinery and equipment investment** increased by 0.8% in the second quarter, mainly the result of a significant increase in auto fleet sales to businesses in the second quarter. An additional boost was provided by stronger computer software purchases by businesses. Partially offsetting these advances was continued declines in outlays for computer hardware and telecommunication equipment.

Corporate profits increased by 2.1% in the second quarter, with gains in financial institutions and utilities offsetting declines in goods-producing industries.



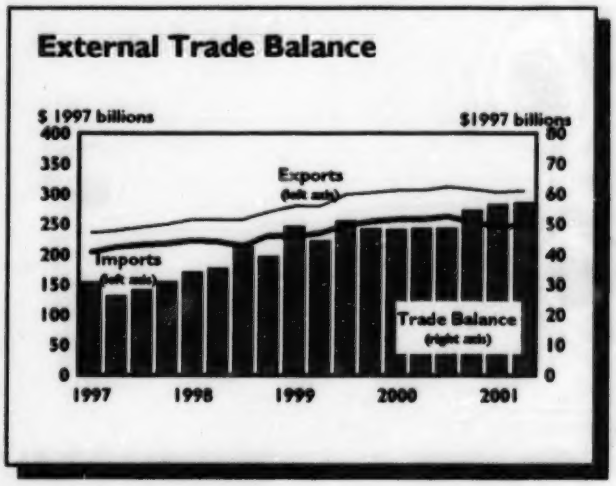
Inventory Liquidation Moderates in Second Quarter



Businesses liquidated real **inventories** by $0.3 billion (annualized $1997) in the second quarter of 2001. The draw-down was a marked deceleration from the first quarter rundown of $1.4 billion. Inventory liquidation occurred at the wholesale and retail levels where inventories of motor vehicles were cut sharply. Computers and electronic equipment inventories were also reduced.

North American auto dealerships continued selling 2001 models from inventory at a brisk pace in the second quarter, offering competitive prices and financing to spur consumer purchases. North American dealer inventories stood at 56 days' supply at the end of June, the lowest level in almost two years.

Exports and Imports Recover in Second Quarter



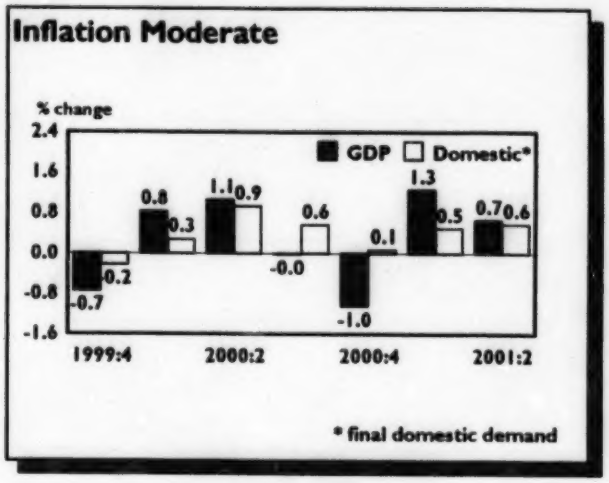
Ontario's **real exports** (which include both international and interprovincial exports) increased 1.0% in the second quarter, following a 1.6% drop in the first quarter. Shipments of Ontario-produced autos and motor-vehicle parts destined for U.S. markets rebounded in the second quarter, more than offsetting declines in other sectors, notably computers, telecommunication equipment and industrial equipment.

Ontario's **real imports** also rebounded in the second quarter, advancing 1.0% following a 2.7% drop in the first quarter of 2001. The biggest import increases were for motor-vehicles and auto parts. With exports rising more than imports, Ontario's trade balance, measured in $1997, expanded by almost $700 million in the second quarter of 2001.

PRICE LEVEL RISES IN SECOND QUARTER

Average prices, as measured by the GDP price deflator, rose 0.7% in the second quarter, following a 1.3% rise in the first quarter.

Prices increased for most major spending categories. Moderately higher prices were recorded for consumption (+0.9%), housing (+0.9%), non-residential construction (+0.5%), and machinery and equipment investment (+1.0%). Export (+0.1%) and import (+0.1%) prices also advanced in the second quarter.



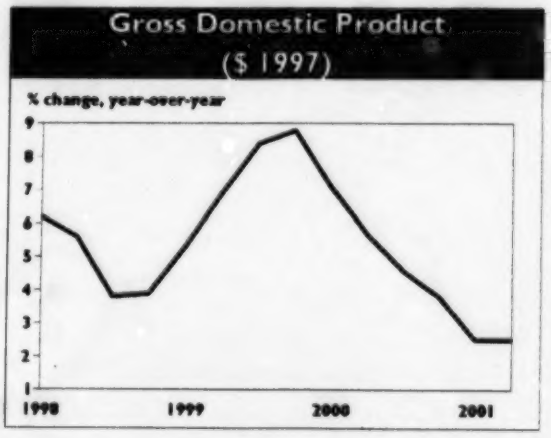
FUTURE CHANGES TO INDUSTRY GDP

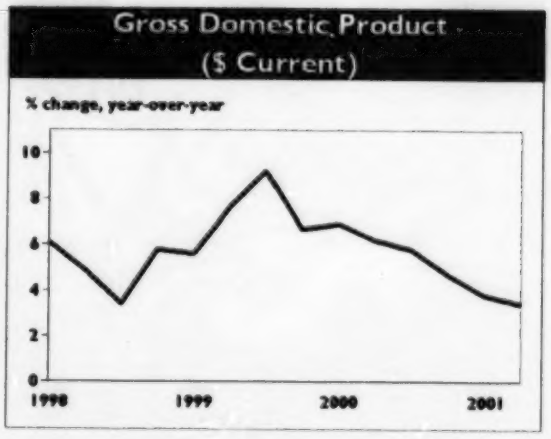
Ontario industry estimates will not be released with the *Ontario Economic Accounts* this quarter. They will be available in early 2002 and will incorporate several changes from Statistics Canada.

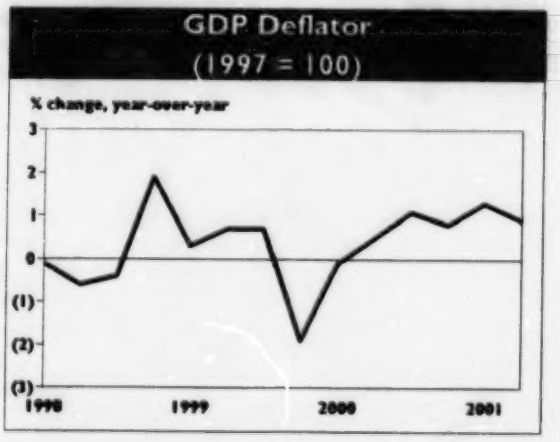
On September 28th, 2001, Statistics Canada introduced major classification and conceptual changes to its Canadian GDP industry estimates. These changes included: rebasing real GDP by industry from $1992 to $1997; capitalization of computer software; replacing the 1980 Standard Industrial Classification with the 1997 North American Industry Classification System; and measuring value added at basic prices instead of factor cost. Basic prices are equal to factor cost prices plus indirect taxes that enter into the production process (i.e. payroll and property taxes).

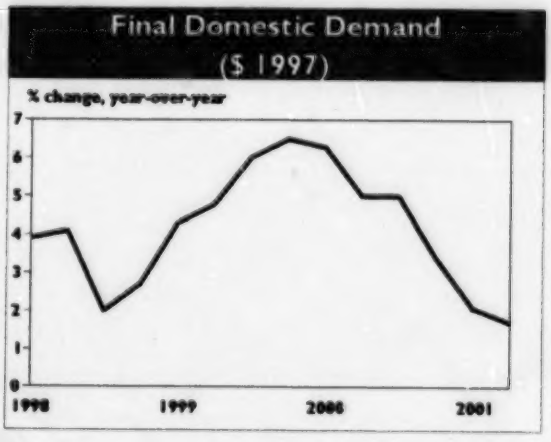
More information on the classification and conceptual changes can be obtained by visiting the *Statistical methods* page on Statistics Canada's web site (www.statcan.ca).

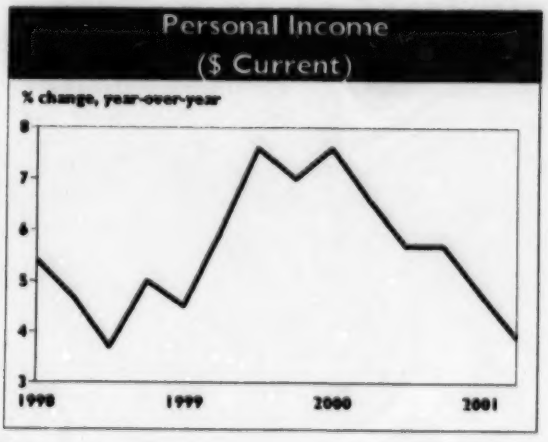
Ontario Economic Accounts: Summary
(1998:1 - 2001:2)

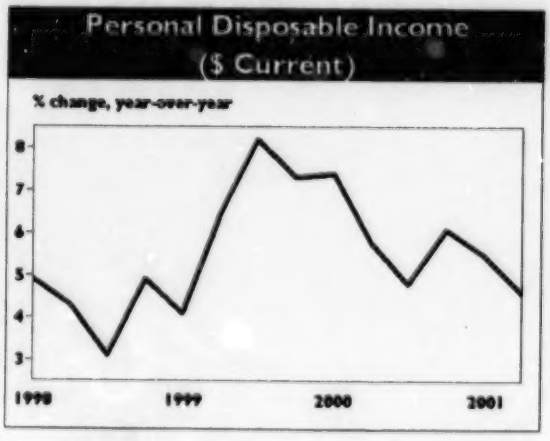












Ontario Economic Accounts: Summary
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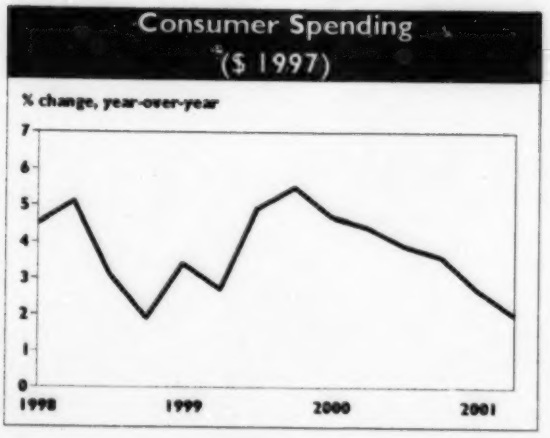

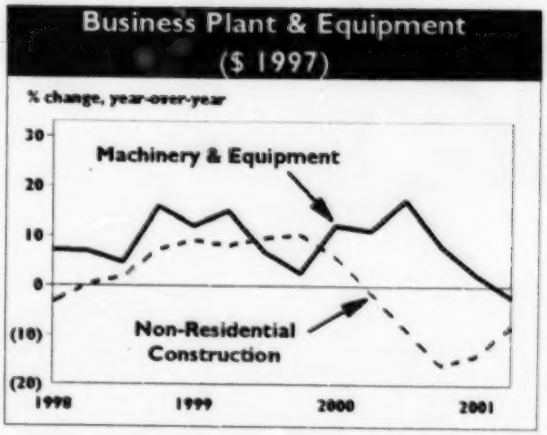

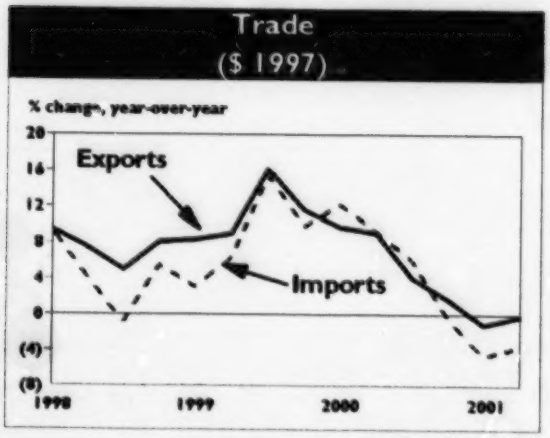

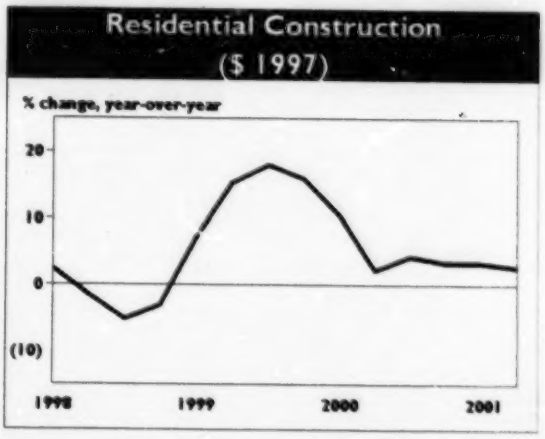

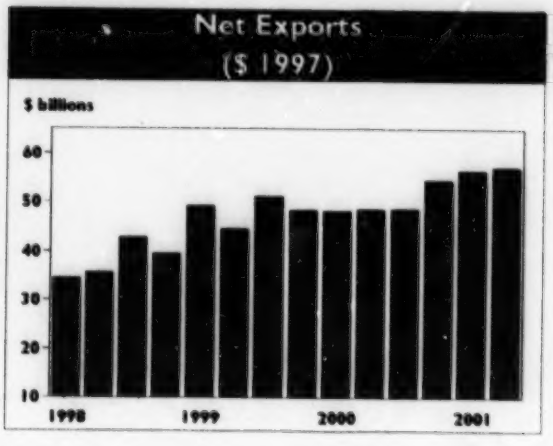

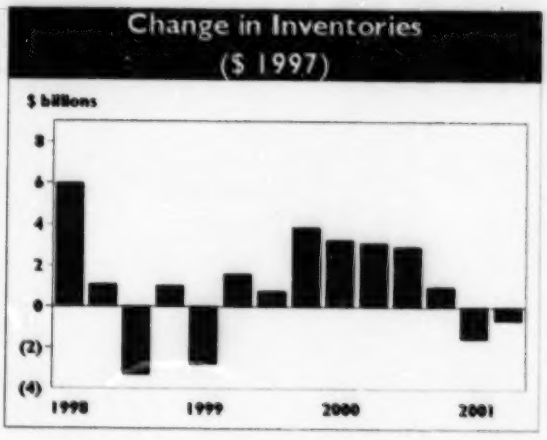

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ONTARIO GROSS DOMESTIC PRODUCT, (INCOME BASED)

TABLE 1

($ millions, seasonally adjusted at annual rates)

	1998				1999			
	I	II	III	IV	I	II	III	IV
1. Wages, salaries and supplementary labour income (domestic basis)	**196,482**	**198,546**	**198,779**	**203,333**	**207,607**	**213,363**	**217,039**	**219,724**
	2.2	*1.1*	*0.1*	*2.3*	*2.1*	*2.8*	*1.7*	*1.2*
2. Corporation profits before taxes	**38,716**	**38,392**	**38,943**	**45,172**	**45,908**	**45,499**	**47,704**	**47,389**
	4.3	*-0.8*	*1.4*	*16.0*	*1.6*	*-0.9*	*4.8*	*-0.7*
3. Interest and miscellaneous investment income	**16,311**	**16,742**	**17,583**	**18,508**	**17,735**	**17,209**	**17,422**	**17,419**
	-0.2	*2.6*	*5.0*	*5.3*	*-4.2*	*-3.0*	*1.2*	*0.0*
4. Accrued net income of farm operators from farm production	**539**	**380**	**135**	**78**	**110**	**207**	**260**	**343**
	10.0	*-29.5*	*-64.5*	*-41.9*	*40.8*	*87.2*	*26.0*	*31.6*
5. Net income of non-farm unincorporated business including rent	**23,960**	**23,717**	**23,591**	**23,572**	**24,334**	**24,820**	**25,445**	**25,797**
	0.4	*-1.0*	*-0.5*	*-0.1*	*3.2*	*2.0*	*2.5*	*1.4*
6. Inventory valuation adjustr..ent	**1,947**	**-552**	**-1,310**	**-1,889**	**-777**	**46**	**-1,900**	**-1,749**
7. Net Domestic Income at factor cost	**277,955**	**277,224**	**277,722**	**288,775**	**294,916**	**301,143**	**305,969**	**308,923**
	3.0	*-0.3*	*0.2*	*4.0*	*2.1*	*2.1*	*1.6*	*1.0*
8. Indirect taxes less subsidies	**51,946**	**52,506**	**52,217**	**52,060**	**52,900**	**54,480**	**55,961**	**56,763**
	-1.4	*1.1*	*-0.6*	*-0.3*	*1.6*	*3.0*	*2.7*	*1.4*
9. Capital consumption allowances and miscellaneous valuation adjustments	**43,893**	**45,386**	**45,982**	**46,830**	**46,952**	**47,952**	**48,464**	**48,076**
	0.1	*3.4*	*1.3*	*1.8*	*0.3*	*2.1*	*1.1*	*-0.8*
10. Gross Domestic Product at market prices	**373,795**	**375,116**	**375,921**	**387,665**	**394,768**	**403,574**	**410,394**	**413,763**
	2.1	*0.4*	*0.2*	*3.1*	*1.8*	*2.2*	*1.7*	*0.8*
*	*8.5*	*1.4*	*0.9*	*13.1*	*7.5*	*9.2*	*6.9*	*3.3*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

* *Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT, (INCOME BASED)

TABLE 1

($ millions, seasonally adjusted at annual rates)

	2000				2001	
	I	II	III	IV	I	II
1. Wages, salaries and supplementary labour income (domestic basis)	224,266	229,163	231,132	232,911	236,721	239,004
	2.1	*2.2*	*0.9*	*0.8*	*1.6*	*1.0*
2. Corporation profits before taxes	48,841	49,182	49,751	49,506	48,615	49,636
	3.1	*0.7*	*1.2*	*-0.5*	*-1.8*	*2.1*
3. Interest and miscellaneous investment income	17,673	17,644	18,030	17,232	17,939	17,616
	1.5	*-0.2*	*2.2*	*-4.4*	*4.1*	*-1.8*
4. Accrued net income of farm operators from farm production	372	378	303	247	434	496
	8.6	*1.5*	*-19.7*	*-18.4*	*75.4*	*14.3*
5. Net income of non-farm unincorporated business including rent	26,347	26,403	26,534	26,583	26,770	27,037
	2.1	*0.2*	*0.5*	*0.2*	*0.7*	*1.0*
6. Inventory valuation adjustment	-1,795	-796	539	-2,225	-1,198	-668
7. Net Domestic Income at factor cost	315,704	321,973	326,290	324,256	329,280	333,121
	2.2	*2.0*	*1.3*	*-0.6*	*1.5*	*1.2*
8. Indirect taxes less subsidies	57,052	57,267	58,029	58,521	57,643	58,565
	0.5	*0.4*	*1.3*	*0.8*	*-1.5*	*1.6*
9. Capital consumption allowances and miscellaneous valuation adjustments	49,268	49,531	49,757	50,471	51,066	51,672
	2.5	*0.5*	*0.5*	*1.4*	*1.2*	*1.2*
10. Gross Domestic Product at market prices	422,024	428,771	434,076	433,248	437,989	443,359
	2.0	*1.6*	*1.2*	*-0.2*	*1.1*	*1.2*
*	*8.2*	*6.5*	*5.0*	*-0.8*	*4.4*	*5.0*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

* *Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT, (EXPENDITURE BASED)

TABLE 2

($ millions, seasonally adjusted at annual rates)

	1998				1999			
	I	II	III	IV	I	II	III	IV
1. Personal expenditure on consumer goods and services:	**206,658**	**210,945**	**211,841**	**212,445**	**216,381**	**220,869**	**226,490**	**227,525**
	0.5	*2.1*	*0.4*	*0.3*	*1.9*	*2.1*	*2.5*	*0.5*
2. Goods	*90,830*	*93,729*	*93,762*	*93,435*	*96,073*	*98,934*	*102,079*	*102,341*
	-0.1	*3.2*	*0.0*	*-0.3*	*2.8*	*3.0*	*3.2*	*0.3*
3. Services	*115,828*	*117,216*	*118,079*	*119,010*	*120,307*	*121,935*	*124,411*	*125,184*
	0.9	*1.2*	*0.7*	*0.8*	*1.1*	*1.4*	*2.0*	*0.6*
4. Government expenditure on goods and services:	**72,024**	**72,388**	**72,393**	**72,391**	**73,689**	**74,573**	**75,687**	**77,083**
	1.1	*0.5*	*0.0*	*0.0*	*1.8*	*1.2*	*1.5*	*1.8*
5. Current expenditure	*64,762*	*65,123*	*65,079*	*64,728*	*65,723*	*66,364*	*67,290*	*68,286*
	1.6	*0.6*	*-0.1*	*-0.5*	*1.5*	*1.0*	*1.4*	*1.5*
6. Capital expenditure	*7,262*	*7,265*	*7,314*	*7,663*	*7,966*	*8,209*	*8,397*	*8,797*
	-3.3	*0.0*	*0.7*	*4.8*	*3.9*	*3.1*	*2.3*	*4.8*
7. Business gross fixed capital formation:	**57,511**	**58,548**	**59,051**	**62,308**	**62,660**	**65,743**	**64,297**	**66,724**
	-0.2	*1.8*	*0.9*	*5.5*	*0.6*	*4.9*	*-2.2*	*3.8*
8. Residential construction	*17,366*	*17,130*	*16,850*	*17,566*	*18,866*	*20,290*	*20,490*	*20,866*
	-1.4	*-1.4*	*-1.6*	*4.2*	*7.4*	*7.5*	*1.0*	*1.8*
9. Non-residential construction	*10,033*	*10,280*	*10,328*	*10,727*	*11,095*	*11,362*	*11,642*	*12,017*
	1.5	*2.5*	*0.5*	*3.9*	*3.4*	*2.4*	*2.5*	*3.2*
10. Machinery and equipment	*30,112*	*31,138*	*31,873*	*34,015*	*32,699*	*34,090*	*32,166*	*33,841*
	0.0	*3.4*	*2.4*	*6.7*	*-3.9*	*4.3*	*-5.6*	*5.2*
11. Exports of goods and services	**259,087**	**258,385**	**260,126**	**274,216**	**280,052**	**279,134**	**299,444**	**306,305**
	2.5	*-0.3*	*0.7*	*5.4*	*2.1*	*-0.3*	*7.3*	*2.3*
12. DEDUCT: Imports of goods and services	**227,437**	**226,469**	**223,887**	**236,147**	**237,807**	**238,084**	**255,383**	**264,374**
	1.5	*-0.4*	*-1.1*	*5.5*	*0.7*	*0.1*	*7.3*	*3.5*
13. Value of physical change in inventories:	**5,039**	**2,473**	**-2,143**	**327**	**-2,411**	**1,732**	**1,344**	**2,104**
14. Non-farm	*5,266*	*2,430*	*-1,982*	*582*	*-2,299*	*1,676*	*1,565*	*2,283*
15. Farm and grain in commercial channels	*-227*	*43*	*-161*	*-255*	*-112*	*56*	*-221*	*-179*
16. Statistical discrepancy	**913**	**-1,154**	**-1,460**	**2,125**	**2,206**	**-393**	**-1,485**	**-1,603**
17. Gross Domestic Product at market prices	**373,795**	**375,116**	**375,921**	**387,665**	**394,768**	**403,574**	**410,394**	**413,763**
	2.1	*0.4*	*0.2*	*3.1*	*1.8*	*2.2*	*1.7*	*0.8*
18. Gross Domestic Product at 1997 prices	**373,774**	**374,929**	**378,185**	**382,702**	**393,615**	**400,673**	**410,105**	**416,541**
	1.4	*0.3*	*0.9*	*1.2*	*2.9*	*1.8*	*2.4*	*1.6*
*	*5.9*	*1.2*	*3.5*	*4.9*	*11.9*	*7.4*	*9.8*	*6.4*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

** Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT, (EXPENDITURE BASED)

TABLE 2

($ millions, seasonally adjusted at annual rates)

	2000				2001	
	I	II	III	IV	I	II
1. Personal expenditure on consumer goods and services:	**230,992**	**233,777**	**239,695**	**240,807**	**242,448**	**245,113**
	1.5	*1.2*	*2.5*	*0.5*	*0.7*	*1.1*
2. *Goods*	*104,158*	*105,382*	*108,468*	*108,720*	*109,297*	*110,997*
	1.8	*1.2*	*2.9*	*0.2*	*0.5*	*1.6*
3. *Services*	*126,835*	*128,395*	*131,228*	*132,087*	*133,149*	*134,116*
	1.3	*1.2*	*2.2*	*0.7*	*0.8*	*0.7*
4. Government expenditure on goods and services:	**78,202**	**80,451**	**81,764**	**81,869**	**82,374**	**82,579**
	1.5	*2.9*	*1.6*	*0.1*	*0.6*	*0.2*
5. *Current expenditure*	*68,681*	*70,781*	*71,435*	*71,093*	*71,620*	*71,975*
	0.6	*3.1*	*0.9*	*-0.5*	*0.7*	*0.5*
6. *Capital expenditure*	*9,521*	*9,670*	*10,329*	*10,776*	*10,754*	*10,604*
	8.2	*1.6*	*6.8*	*4.3*	*-0.2*	*-1.4*
7. Business gross fixed capital formation:	**68,684**	**69,787**	**69,391**	**68,550**	**68,975**	**69,368**
	2.9	*1.6*	*-0.6*	*-1.2*	*0.6*	*0.6*
8. *Residential construction*	*21,718*	*21,346*	*21,910*	*22,222*	*22,994*	*22,570*
	4.1	*-1.7*	*2.6*	*1.4*	*3.5*	*-1.8*
9. *Non-residential construction*	*11,969*	*11,536*	*10,891*	*10,421*	*10,505*	*10,683*
	-0.4	*-3.6*	*-5.6*	*-4.3*	*0.8*	*1.7*
10. *Machinery and equipment*	*34,998*	*36,906*	*36,591*	*35,907*	*35,476*	*36,115*
	3.4	*5.5*	*-0.9*	*-1.9*	*-1.2*	*1.8*
11. Exports of goods and services	**311,253**	**312,015**	**316,115**	**316,252**	**313,413**	**317,010**
	1.6	*0.2*	*1.3*	*0.0*	*-0.9*	*1.1*
12. DEDUCT: Imports of goods and services	**267,708**	**270,054**	**275,416**	**275,006**	**266,491**	**269,342**
	1.3	*0.9*	*2.0*	*-0.1*	*-3.1*	*1.1*
13. Value of physical change in inventories:	**1,062**	**2,222**	**2,255**	**537**	**-2,459**	**-828**
14. *Non-farm*	*1,421*	*2,363*	*2,483*	*501*	*-2,417*	*-570*
15. *Farm and grain in commercial channels*	*-358*	*-142*	*-228*	*36*	*-42*	*-258*
16. Statistical discrepancy	**-462**	**571**	**273**	**238**	**-269**	**-540**
17. Gross Domestic Product at market prices	**422,024**	**428,771**	**434,076**	**433,248**	**437,989**	**443,359**
	2.0	*1.6*	*1.2*	*-0.2*	*1.1*	*1.2*
18. Gross Domestic Product at 1997 prices	**421,382**	**423,643**	**428,909**	**432,566**	**431,869**	**434,299**
	1.2	*0.5*	*1.2*	*0.9*	*-0.2*	*0.6*
*	*4.7*	*2.2*	*5.1*	*3.5*	*-0.6*	*2.3*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

** Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT AT 1997 PRICES

TABLE 3

($ millions, seasonally adjusted at annual rates)

	1998				1999			
	I	II	III	IV	I	II	III	IV
1. Personal expenditure on consumer goods and services:	**205,422**	**209,232**	**208,945**	**208,506**	**212,312**	**214,884**	**219,276**	**220,053**
	0.4	*1.9*	*-0.1*	*-0.2*	*1.8*	*1.2*	*2.0*	*0.4*
2. Goods	*90,431*	*93,489*	*93,461*	*92,527*	*95,080*	*96,563*	*99,190*	*99,569*
	-0.3	*3.4*	*0.0*	*-1.0*	*2.8*	*1.6*	*2.7*	*0.4*
3. Services	*114,991*	*115,744*	*115,484*	*115,979*	*117,232*	*118,321*	*120,086*	*120,484*
	1.0	*0.7*	*-0.2*	*0.4*	*1.1*	*0.9*	*1.5*	*0.3*
4. Government expenditure on goods and services:	**71,308**	**71,274**	**71,067**	**71,096**	**73,085**	**73,954**	**75,039**	**77,036**
	0.4	*0.0*	*-0.3*	*0.0*	*2.8*	*1.2*	*1.5*	*2.7*
5. Current expenditure	*64,287*	*64,172*	*63,780*	*63,415*	*65,058*	*65,618*	*66,513*	*68,100*
	1.2	*-0.2*	*-0.6*	*-0.6*	*2.6*	*0.9*	*1.4*	*2.4*
6. Capital expenditure	*7,021*	*7,102*	*7,286*	*7,681*	*8,028*	*8,336*	*8,526*	*8,936*
	-6.4	*1.2*	*2.6*	*5.4*	*4.5*	*3.8*	*2.3*	*4.8*
7. Business gross fixed capital formation:	**56,647**	**57,714**	**58,318**	**62,545**	**62,311**	**65,726**	**64,462**	**67,233**
	-1.6	*1.9*	*1.0*	*7.2*	*-0.4*	*5.5*	*-1.9*	*4.3*
8. Residential construction	*17,037*	*16,741*	*16,541*	*17,049*	*18,243*	*19,295*	*19,523*	*19,759*
	-3.1	*-1.7*	*-1.2*	*3.1*	*7.0*	*5.8*	*1.2*	*1.2*
9. Non-residential construction	*9,819*	*10,071*	*10,190*	*10,467*	*10,715*	*10,890*	*11,161*	*11,541*
	0.5	*2.6*	*1.2*	*2.7*	*2.4*	*1.6*	*2.5*	*3.4*
10. Machinery and equipment	*29,791*	*30,902*	*31,587*	*35,029*	*33,353*	*35,541*	*33,778*	*35,934*
	-1.4	*3.7*	*2.2*	*10.9*	*-4.8*	*6.6*	*-5.0*	*6.4*
11. Exports of goods and services	**257,517**	**257,167**	**257,618**	**270,490**	**278,885**	**280,244**	**298,973**	**302,002**
	2.9	*-0.1*	*0.2*	*5.0*	*3.1*	*0.5*	*6.7*	*1.0*
12. DEDUCT: Imports of goods and services	**223,105**	**221,564**	**214,850**	**230,952**	**229,720**	**235,537**	**247,865**	**253,655**
	1.9	*-0.7*	*-3.0*	*7.5*	*-0.5*	*2.5*	*5.2*	*2.3*
13. Value of physical change in inventories:	**5,980**	**1,099**	**-3,300**	**1,004**	**-2,756**	**1,596**	**774**	**3,889**
14. Non-farm	*5,402*	*1,708*	*-3,574*	*1,105*	*-2,472*	*1,160*	*1,041*	*3,870*
15. Farm and grain in commercial channels	*578*	*-608*	*273*	*-101*	*-284*	*436*	*-268*	*20*
16. Statistical discrepancy	**6**	**5**	**388**	**13**	**-502**	**-195**	**-554**	**-17**
17. Gross Domestic Product at 1997 prices	**373,774**	**374,929**	**378,185**	**382,702**	**393,615**	**400,673**	**410,105**	**416,541**
	1.4	*0.3*	*0.9*	*1.2*	*2.9*	*1.8*	*2.4*	*1.6*
*	*5.9*	*1.2*	*3.5*	*4.9*	*11.9*	*7.4*	*9.8*	*6.4*
18. Final domestic demand	**333,377**	**338,221**	**338,330**	**342,147**	**347,708**	**354,584**	**358,777**	**364,322**
	0.1	*1.5*	*0.0*	*1.1*	*1.6*	*2.0*	*1.2*	*1.5*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

* *Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT AT 1997 PRICES

TABLE 3

($ millions, seasonally adjusted at annual rates)

	2000				2001	
	I	II	III	IV	I	II
1. Personal expenditure on consumer goods and services:	**222,197**	**224,372**	**227,892**	**227,881**	**228,255**	**228,793**
	1.0	*1.0*	*1.6*	*0.0*	*0.2*	*0.2*
2. Goods	*100,454*	*101,596*	*103,710*	*103,022*	*103,022*	*103,434*
	0.9	*1.1*	*2.1*	*-0.7*	*0.0*	*0.4*
3. Services	*121,743*	*122,776*	*124,182*	*124,859*	*125,233*	*125,358*
	1.0	*0.8*	*1.1*	*0.5*	*0.3*	*0.1*
4. Government expenditure on goods and services:	**78,568**	**77,884**	**78,722**	**79,999**	**80,309**	**80,883**
	2.0	*-0.9*	*1.1*	*1.6*	*0.4*	*0.7*
5. Current expenditure	*69,051*	*68,182*	*68,415*	*69,387*	*69,664*	*70,431*
	1.4	*-1.3*	*0.3*	*1.4*	*0.4*	*1.1*
6. Capital expenditure	*9,517*	*9,702*	*10,307*	*10,612*	*10,644*	*10,453*
	6.5	*1.9*	*6.2*	*3.0*	*0.3*	*-1.8*
7. Business gross fixed capital formation:	**68,936**	**69,985**	**70,146**	**68,958**	**68,881**	**68,742**
	2.5	*1.5*	*0.2*	*-1.7*	*-0.1*	*-0.2*
8. Residential construction	*20,163*	*19,728*	*20,368*	*20,418*	*20,827*	*20,264*
	2.0	*-2.2*	*3.2*	*0.2*	*2.0*	*-2.7*
9. Non-residential construction	*11,346*	*10,757*	*10,205*	*9,699*	*9,757*	*9,875*
	-1.7	*-5.2*	*-5.1*	*-5.0*	*0.6*	*1.2*
10. Machinery and equipment	*37,427*	*39,499*	*39,573*	*38,841*	*38,297*	*38,603*
	4.2	*5.5*	*0.2*	*-1.9*	*-1.4*	*0.8*
11. Exports of goods and services	**305,990**	**305,800**	**311,355**	**307,143**	**302,229**	**305,251**
	1.3	*-0.1*	*1.8*	*-1.4*	*-1.6*	*1.0*
12. DEDUCT: Imports of goods and services	**257,751**	**257,263**	**262,653**	**252,544**	**245,691**	**248,025**
	1.6	*-0.2*	*2.1*	*-3.8*	*-2.7*	*1.0*
13. Value of physical change in inventories:	**3,280**	**3,108**	**2,932**	**967**	**-1,504**	**-620**
14. Non-farm	*3,477*	*3,290*	*3,327*	*868*	*-1,367*	*-264*
15. Farm and grain in commercial channels	*-197*	*-182*	*-394*	*100*	*-137*	*-356*
16. Statistical discrepancy	**161**	**-243**	**514**	**161**	**-610**	**-725**
17. Gross Domestic Product at 1997 prices	**421,382**	**423,643**	**428,909**	**432,566**	**431,869**	**434,299**
	1.2	*0.5*	*1.2*	*0.9*	*-0.2*	*0.6*
*	*4.7*	*2.2*	*5.1*	*3.5*	*-0.6*	*2.3*
18. Final domestic demand	**369,701**	**372,241**	**376,761**	**376,838**	**377,445**	**378,418**
	1.5	*0.7*	*1.2*	*0.0*	*0.2*	*0.3*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

* *Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

($ millions, seasonally adjusted at annual rates)

		1998				1999			
		I	II	III	IV	I	II	III	IV
1.	Wages, salaries and supplementary labour income (*national basis*)	194,044	196,095	196,311	200,802	205,188	210,882	214,496	217,138
		2.2	*1.1*	*0.1*	*2.3*	*2.2*	*2.8*	*1.7*	*1.2*
2.	Net income of farm operators from farm production	539	380	135	78	110	207	260	343
		10.0	*-29.5*	*-64.5*	*-41.9*	*40.8*	*87.2*	*26.0*	*31.6*
3.	Net income of non-farm unincorporated business including rent	23,960	23,717	23,591	23,572	24,334	24,820	25,445	25,797
		0.4	*-1.0*	*-0.5*	*-0.1*	*3.2*	*2.0*	*2.5*	*1.4*
4.	Interest, dividends and miscellaneous investment income	42,149	42,889	43,906	44,240	44,317	44,272	44,803	44,893
		0.6	*1.8*	*2.4*	*0.8*	*0.2*	*-0.1*	*1.2*	*0.2*
5.	Current transfers from government, corporations and non-residents	39,343	38,980	38,761	39,052	39,593	40,033	40,637	41,094
		6.4	*-0.9*	*-0.6*	*0.8*	*1.4*	*1.1*	*1.5*	*1.1*
6.	Equals: Personal income	300,036	302,061	302,703	307,745	313,541	320,213	325,642	329,264
		2.3	*0.7*	*0.2*	*1.7*	*1.9*	*2.1*	*1.7*	*1.1*
7.	Deduct: Personal direct taxes	52,601	53,521	54,149	55,000	55,666	55,841	56,601	57,248
		2.3	*1.7*	*1.2*	*1.6*	*1.2*	*0.3*	*1.4*	*1.1*
8.	Other current transfers to government	18,601	19,024	18,976	18,952	19,619	20,144	20,573	21,129
		-1.1	*2.3*	*-0.3*	*-0.1*	*3.5*	*2.7*	*2.1*	*2.7*
9.	Equals: Personal disposable income	228,834	229,516	229,578	233,792	238,257	244,228	248,468	250,888
		2.6	*0.3*	*0.0*	*1.8*	*1.9*	*2.5*	*1.7*	*1.0*
10.	Deduct: Personal expenditure on consumer goods and services	206,658	210,945	211,841	212,445	216,381	220,869	226,490	227,525
		0.5	*2.1*	*0.4*	*0.3*	*1.9*	*2.1*	*2.5*	*0.5*
11.	Current transfers to corporations	3,419	3,484	3,537	3,562	3,816	3,852	4,109	4,185
		3.0	*1.9*	*1.5*	*0.7*	*7.1*	*0.9*	*6.7*	*1.9*
12.	Current transfers to non-residents	515	523	519	521	531	544	558	568
		-0.3	*1.7*	*-0.8*	*0.4*	*1.8*	*2.4*	*2.6*	*1.9*
13.	Equals: Personal saving	18,242	14,564	13,680	17,264	17,529	18,964	17,312	18,610
		36.1	*-20.2*	*-6.1*	*26.2*	*1.5*	*8.2*	*-8.7*	*7.5*
14.	Personal savings rate	8.0	6.3	6.0	7.4	7.4	7.8	7.0	7.4

Note: *Per cent change from previous quarter at quarterly rates is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME

TABLE 4

($ millions, seasonally adjusted at annual rates)

		2000				2001	
		I	II	III	IV	I	II
1.	Wages, salaries and supplementary labour income (*national basis*)	221,631 *2.1*	226,488 *2.2*	228,419 *0.9*	230,185 *0.8*	233,884 *1.6*	236,223 *1.0*
2.	Net income of farm operators from farm production	372 *8.6*	378 *1.5*	303 *-19.7*	247 *-18.4*	434 *75.4*	496 *14.3*
3.	Net income of non-farm unincorporated business including rent	26,347 *2.1*	26,403 *0.2*	26,534 *0.5*	26,583 *0.2*	26,770 *0.7*	27,037 *1.0*
4.	Interest, dividends and miscellaneous investment income	45,840 *2.1*	46,602 *1.7*	47,014 *0.9*	48,896 *4.0*	48,309 *-1.2*	48,213 *-0.2*
5.	Current transfers from government, corporations and non-residents	43,197 *5.1*	41,539 *-3.8*	41,895 *0.9*	42,205 *0.7*	44,189 *4.7*	42,687 *-3.4*
6.	Equals: Personal income	337,387 *2.5*	341,410 *1.2*	344,165 *0.8*	348,118 *1.1*	353,586 *1.6*	354,655 *0.3*
7.	Deduct: Personal direct taxes	59,586 *4.1*	60,611 *1.7*	60,971 *0.6*	58,948 *-3.3*	60,185 *2.1*	60,185 *0.0*
8.	Other current transfers to government	21,973 *4.0*	22,294 *1.5*	22,726 *1.9*	23,011 *1.3*	23,517 *2.2*	23,988 *2.0*
9.	Equals: Personal disposable income	255,828 *2.0*	258,505 *1.0*	260,468 *0.8*	266,159 *2.2*	269,883 *1.4*	270,482 *0.2*
10.	Deduct: Personal expenditure on consumer goods and services	230,992 *1.5*	233,777 *1.2*	239,695 *2.5*	240,807 *0.5*	242,446 *0.7*	245,113 *1.1*
11.	Current transfers to corporations	4,384 *4.7*	4,685 *6.9*	4,883 *4.2*	5,164 *5.7*	5,303 *2.7*	5,409 *2.0*
12.	Current transfers to non-residents	578 *1.7*	587 *1.6*	599 *2.1*	604 *0.9*	607 *0.5*	658 *8.3*
13.	Equals: Personal saving	19,874 *6.8*	19,458 *-2.1*	15,291 *-21.4*	19,584 *28.1*	21,526 *9.9*	19,302 *-10.3*
14.	Personal savings rate	7.8	7.5	5.9	7.4	8.0	7.1

Note: *Per cent change from previous quarter at quarterly rates is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

($ millions, seasonally adjusted at annual rates)

	1998				1999			
	I	II	III	IV	I	II	III	IV
1. Exports of Goods and Services	**259,087**	**258,385**	**260,126**	**274,216**	**280,052**	**279,134**	**299,444**	**306,305**
	2.5	*-0.3*	*0.7*	*5.4*	*2.1*	*-0.3*	*7.3*	*2.3*
2. *Of Which*: **International**	**189,505**	**188,140**	**188,824**	**204,312**	**209,782**	**207,464**	**220,859**	**226,370**
	4.1	*-0.7*	*0.4*	*8.2*	*2.7*	*-1.1*	*6.5*	*2.5*
3. *Goods*	*164,983*	*163,173*	*164,420*	*179,148*	*184,383*	*181,960*	*194,339*	*197,847*
	4.0	*-1.1*	*0.8*	*9.0*	*2.9*	*-1.3*	*6.8*	*1.8*
4. *Services*	*24,522*	*24,967*	*24,404*	*25,164*	*25,399*	*25,504*	*26,520*	*28,523*
	5.0	*1.8*	*-2.3*	*3.1*	*0.9*	*0.4*	*4.0*	*7.6*
5. *Of Which*: **Interprovincial goods and services**	**69,582**	**70,244**	**71,302**	**69,904**	**70,270**	**71,670**	**78,584**	**79,935**
	-1.5	*1.0*	*1.5*	*-2.0*	*0.5*	*2.0*	*9.6*	*1.7*
6. Imports of Goods and Services	**227,437**	**226,469**	**223,887**	**236,147**	**237,807**	**238,084**	**255,383**	**264,374**
	1.5	*-0.4*	*-1.1*	*5.5*	*0.7*	*0.1*	*7.3*	*3.5*
7. Trade Balance	**31,650**	**31,916**	**36,238**	**38,069**	**42,245**	**41,050**	**44,061**	**41,931**

Note: *Per cent change from previous quarter at quarterly rates is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO TRADE

TABLE 5

($ millions, seasonally adjusted at annual rates)

	2000				2001	
	I	II	III	IV	I	II
1. Exports of Goods and Services	**311,253**	**312,015**	**316,115**	**316,252**	**313,413**	**317,010**
	1.6	*0.2*	*1.3*	*0.0*	*-0.9*	*1.1*
2. *Of Which*: **International**	**231,985**	**233,104**	**232,866**	**235,762**	**233,357**	**237,512**
	2.5	*0.5*	*-0.1*	*1.2*	*-1.0*	*1.8*
3. Goods	*203,207*	*205,144*	*205,768*	*207,340*	*204,622*	*209,121*
	2.7	*1.0*	*0.3*	*0.8*	*-1.3*	*2.2*
4. Services	*28,778*	*27,960*	*27,098*	*28,423*	*28,735*	*28,390*
	0.9	*-2.8*	*-3.1*	*4.9*	*1.1*	*-1.2*
5. *Of Which*: **Interprovincial goods and services**	**79,268**	**78,911**	**83,249**	**80,490**	**80,055**	**79,498**
	-0.8	*-0.5*	*5.5*	*-3.3*	*-0.5*	*-0.7*
6. Imports of Goods and Services	**267,708**	**270,054**	**275,416**	**275,006**	**266,491**	**269,342**
	1.3	*0.9*	*2.0*	*-0.1*	*-3.1*	*1.1*
7. Trade Balance	**43,545**	**41,962**	**40,698**	**41,246**	**46,922**	**47,667**

Note: *Per cent change from previous quarter at quarterly rates is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO DEFLATORS

TABLE 6

(1997 = 100)

	1998				1999			
	I	II	III	IV	I	II	III	IV
1. Personal expenditure on consumer goods and services:	**100.6**	**100.8**	**101.4**	**101.9**	**101.9**	**102.8**	**103.3**	**103.4**
	0.1	*0.2*	*0.6*	*0.5*	*0.0*	*0.9*	*0.5*	*0.1*
2. Goods	*100.4*	*100.3*	*100.3*	*101.0*	*101.0*	*102.5*	*102.9*	*102.8*
	0.2	*-0.2*	*0.1*	*0.7*	*0.1*	*1.4*	*0.4*	*-0.1*
3. Services	*100.7*	*101.3*	*102.2*	*102.6*	*102.6*	*103.1*	*103.6*	*103.9*
	-0.1	*0.5*	*1.0*	*0.4*	*0.0*	*0.4*	*0.5*	*0.3*
4. Government expenditure on goods and services:	**101.0**	**101.6**	**101.9**	**101.8**	**100.8**	**100.8**	**100.9**	**100.1**
	0.7	*0.6*	*0.3*	*0.0*	*-1.0*	*0.0*	*0.0*	*-0.8*
5. Current expenditure	*100.7*	*101.5*	*102.0*	*102.1*	*101.0*	*101.1*	*101.2*	*100.3*
	0.4	*0.7*	*0.5*	*0.0*	*-1.0*	*0.1*	*0.0*	*-0.9*
6. Capital expenditure	*103.4*	*102.3*	*100.4*	*99.8*	*99.2*	*98.5*	*98.5*	*98.4*
	3.4	*-1.1*	*-1.9*	*-0.6*	*-0.5*	*-0.8*	*0.0*	*0.0*
7. Business gross fixed capital formation:	**101.5**	**101.4**	**101.3**	**99.6**	**100.6**	**100.0**	**99.7**	**99.2**
	1.4	*-0.1*	*-0.2*	*-1.6*	*0.9*	*-0.5*	*-0.3*	*-0.5*
8. Residential construction	*101.9*	*102.3*	*101.9*	*103.0*	*103.4*	*105.2*	*105.0*	*105.6*
	1.8	*0.4*	*-0.4*	*1.1*	*0.4*	*1.7*	*-0.2*	*0.6*
9. Non-residential construction	*102.2*	*102.1*	*101.4*	*102.5*	*103.5*	*104.3*	*104.3*	*104.1*
	0.9	*-0.1*	*-0.7*	*1.1*	*1.0*	*0.8*	*0.0*	*-0.2*
10. Machinery and equipment	*101.1*	*100.8*	*100.9*	*97.1*	*98.0*	*95.9*	*95.2*	*94.2*
	1.4	*-0.3*	*0.1*	*-3.8*	*1.0*	*-2.2*	*-0.7*	*-1.1*
11. Exports of goods and services	**100.6**	**100.5**	**101.0**	**101.4**	**100.4**	**99.6**	**100.2**	**101.4**
	-0.4	*-0.1*	*0.5*	*0.4*	*-0.9*	*-0.8*	*0.6*	*1.3*
12. DEDUCT: Imports of goods and services	**101.9**	**102.2**	**104.2**	**102.2**	**103.5**	**101.1**	**103.0**	**104.2**
	-0.4	*0.3*	*1.9*	*-1.9*	*1.2*	*-2.4*	*1.9*	*1.2*
13. Gross Domestic Product at market prices	**100.0**	**100.1**	**99.4**	**101.3**	**100.3**	**100.7**	**100.1**	**99.3**
	0.6	*0.0*	*-0.6*	*1.9*	*-1.0*	*0.4*	*-0.6*	*-0.7*
*	*2.5*	*0.2*	*-2.6*	*7.8*	*-3.9*	*1.7*	*-2.6*	*-2.9*
14. Final domestic demand	**100.8**	**101.1**	**101.5**	**101.5**	**101.4**	**101.9**	**102.1**	**101.9**
	0.4	*0.2*	*0.4*	*0.0*	*0.0*	*0.4*	*0.3*	*-0.2*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

* *Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO DEFLATORS

(1997 = 100)

TABLE 6

	2000				2001	
	I	II	III	IV	I	II
1. Personal expenditure on consumer goods and services:	**104.0**	**104.2**	**105.2**	**105.7**	**106.2**	**107.1**
	0.5	*0.2*	*0.9*	*0.5*	*0.5*	*0.9*
2. Goods	*103.7*	*103.7*	*104.6*	*105.5*	*106.1*	*107.3*
	0.9	*0.0*	*0.8*	*0.9*	*0.5*	*1.2*
3. Services	*104.2*	*104.6*	*105.7*	*105.8*	*106.3*	*107.0*
	0.3	*0.4*	*1.0*	*0.1*	*0.5*	*0.6*
4. Government expenditure on goods and services:	**99.5**	**103.3**	**103.9**	**102.3**	**102.6**	**102.1**
	-0.5	*3.8*	*0.6*	*-1.5*	*0.2*	*-0.5*
5. Current expenditure	*99.5*	*103.8*	*104.4*	*102.5*	*102.8*	*102.2*
	-0.8	*4.4*	*0.6*	*-1.9*	*0.3*	*-0.6*
6. Capital expenditure	*100.0*	*99.7*	*100.2*	*101.5*	*101.0*	*101.4*
	1.6	*-0.4*	*0.5*	*1.3*	*-0.5*	*0.4*
7. Business gross fixed capital formation:	**99.6**	**99.7**	**98.9**	**99.4**	**100.1**	**100.9**
	0.4	*0.1*	*-0.8*	*0.5*	*0.7*	*0.8*
8. Residential construction	*107.7*	*108.2*	*107.6*	*108.8*	*110.4*	*111.4*
	2.0	*0.5*	*-0.6*	*1.2*	*1.4*	*0.9*
9. Non-residential construction	*105.5*	*107.2*	*106.7*	*107.4*	*107.7*	*108.2*
	1.3	*1.7*	*-0.5*	*0.7*	*0.2*	*0.5*
10. Machinery and equipment	*93.5*	*93.4*	*92.5*	*92.4*	*92.6*	*93.6*
	-0.7	*-0.1*	*-1.0*	*0.0*	*0.2*	*1.0*
11. Exports of goods and services	**101.7**	**102.0**	**101.5**	**103.0**	**103.7**	**103.9**
	0.3	*0.3*	*-0.5*	*1.4*	*0.7*	*0.1*
12. DEDUCT: Imports of goods and services	**103.9**	**105.0**	**104.9**	**108.9**	**108.5**	**108.6**
	-0.3	*1.1*	*-0.1*	*3.8*	*-0.4*	*0.1*
13. Gross Domestic Product at market prices	**100.2**	**101.2**	**101.2**	**100.2**	**101.4**	**102.1**
	0.8	*1.1*	*0.0*	*-1.0*	*1.3*	*0.7*
*	*3.3*	*4.3*	*0.0*	*-4.1*	*5.1*	*2.7*
14. Final domestic demand	**102.2**	**103.2**	**103.7**	**103.8**	**104.3**	**104.9**
	0.3	*0.9*	*0.6*	*0.1*	*0.5*	*0.6*

Notes: *Per cent change from previous quarter at quarterly rates is given on the second line.*

* *Annualized per cent change from previous quarter.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT, (INCOME BASED) TABLE 7

($ millions)

	1997	1998	1999	2000
1. Wages, salaries and supplementary labour income *(domestic basis)*	189,331	199,285	214,433	229,368
	6.6	*5.3*	*7.6*	*7.0*
2. Corporation profits before taxes	37,538	40,306	46,625	49,320
	9.9	*7.4*	*15.7*	*5.8*
3. Interest and miscellaneous investment income	16,889	17,286	17,446	17,645
	-7.5	*2.4*	*0.9*	*1.1*
4. Accrued net income of farm operators from farm production	246	283	230	325
	-5.7	*15.0*	*-18.7*	*41.3*
5. Net income of non-farm unincorporated business including rent	22,654	23,710	25,099	26,467
	13.8	*4.7*	*5.9*	*5.5*
6. Inventory valuation adjustment	-467	-451	-1,095	-1,069
7. Net Domestic Income at factor cost	266,191	280,419	302,738	322,056
	6.7	*5.3*	*8.0*	*6.4*
8. Indirect taxes less subsidies	50,235	52,182	55,026	57,717
	7.6	*3.9*	*5.5*	*4.9*
9. Capital consumption allowances and miscellaneous valuation adjustments	43,527	45,523	47,861	49,757
	2.1	*4.6*	*5.1*	*4.0*
10. Gross Domestic Product at market prices	359,953	378,124	405,625	429,530
	6.3	*5.0*	*7.3*	*5.9*

Note: *Per cent change from previous year is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT, (EXPENDITURE BASED)

TABLE 8

($ millions)

	1997	1998	1999	2000
1. Personal expenditure on consumer goods and services:	**200,697**	**210,472**	**222,816**	**236,318**
	6.5	*4.9*	*5.9*	*6.1*
2. Goods	*88,488*	*92,939*	*99,857*	*106,682*
	7.4	*5.0*	*7.4*	*6.8*
3. Services	*112,209*	*117,533*	*122,959*	*129,636*
	5.7	*4.7*	*4.6*	*5.4*
4. Government expenditure on goods and services:	**70,532**	**72,299**	**75,258**	**80,572**
	1.0	*2.5*	*4.1*	*7.1*
5. Current expenditure	*62,747*	*64,923*	*66,916*	*70,498*
	1.3	*3.5*	*3.1*	*5.4*
6. Capital expenditure	*7,785*	*7,376*	*8,342*	*10,074*
	-1.0	*-5.3*	*13.1*	*20.8*
7. Business gross fixed capital formation:	**56,436**	**59,354**	**64,856**	**69,103**
	19.2	*5.2*	*9.3*	*6.5*
8. Residential construction	*17,154*	*17,228*	*20,128*	*21,799*
	17.9	*0.4*	*16.8*	*8.3*
9. Non-residential construction	*10,006*	*10,342*	*11,529*	*11,204*
	11.8	*3.4*	*11.5*	*-2.8*
10. Machinery and equipment	*29,276*	*31,784*	*33,199*	*36,100*
	22.8	*8.6*	*4.5*	*8.7*
11. Exports of goods and services	**242,559**	**262,953**	**291,233**	**313,909**
	8.2	*8.4*	*10.8*	*7.8*
12. DEDUCT: Imports of goods and services	**213,276**	**228,485**	**248,912**	**272,046**
	13.1	*7.1*	*8.9*	*9.3*
13. Value of physical change in inventories:	**3,015**	**1,424**	**692**	**1,519**
14. Non-farm	*3,074*	*1,574*	*806*	*1,692*
15. Farm and grain in commercial channels	*-59*	*-150*	*-114*	*-173*
16. Statistical discrepancy	**-10**	**106**	**-319**	**155**
17. Gross Domestic Product at market prices	**359,953**	**378,124**	**405,625**	**429,530**
	6.3	*5.0*	*7.3*	*5.9*
18. Gross Domestic Product at 1997 prices	**359,953**	**377,397**	**405,234**	**426,625**
	4.9	*4.8*	*7.4*	*5.3*

Note: *Per cent change from previous year is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

ONTARIO GROSS DOMESTIC PRODUCT AT 1997 PRICES — TABLE 9

($ millions)

	1997	1998	1999	2000
1. Personal expenditure on consumer goods and services:	**200,697**	**208,026**	**216,632**	**225,586**
	4.7	*3.7*	*4.1*	*4.1*
2. Goods	*88,488*	*92,477*	*97,601*	*102,196*
	6.0	*4.5*	*5.5*	*4.7*
3. Services	*112,209*	*115,549*	*119,031*	*123,390*
	3.7	*3.0*	*3.0*	*3.7*
4. Government expenditure on goods and services:	**70,532**	**71,187**	**74,778**	**78,794**
	0.0	*0.9*	*5.0*	*5.4*
5. Current expenditure	*62,747*	*63,914*	*66,322*	*68,759*
	0.0	*1.9*	*3.8*	*3.7*
6. Capital expenditure	*7,785*	*7,273*	*8,456*	*10,035*
	-0.8	*-6.6*	*16.3*	*18.7*
7. Business gross fixed capital formation:	**56,436**	**58,806**	**64,933**	**69,506**
	18.0	*4.2*	*10.4*	*7.0*
8. Residential construction	*17,154*	*16,842*	*19,205*	*20,169*
	15.2	*-1.8*	*14.0*	*5.0*
9. Non-residential construction	*10,006*	*10,137*	*11,077*	*10,502*
	9.3	*1.3*	*9.3*	*-5.2*
10. Machinery and equipment	*29,276*	*31,827*	*34,651*	*38,835*
	23.1	*8.7*	*8.9*	*12.1*
11. Exports of goods and services	**242,559**	**260,698**	**290,026**	**307,572**
	7.4	*7.5*	*11.2*	*6.0*
12. DEDUCT: Imports of goods and services	**213,276**	**222,618**	**241,694**	**257,553**
	12.0	*4.4*	*8.6*	*6.6*
13. Value of physical change in inventories:	**3,015**	**1,195**	**876**	**2,572**
14. Non-farm	*3,074*	*1,160*	*900*	*2,740*
15. Farm and grain in commercial channels	*-59*	*35*	*-24*	*-168*
16. Statistical discrepancy	**-10**	**103**	**-317**	**148**
17. Gross Domestic Product at 1997 prices	**359,953**	**377,397**	**405,234**	**426,625**
	4.9	*4.8*	*7.4*	*5.3*
18. Final domestic demand	**327,685**	**338,019**	**358,343**	**373,886**
	5.7	*3.2*	*5.4*	*4.9*

Note: *Per cent change from previous year is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*

SOURCES AND DISPOSITION OF ONTARIO PERSONAL INCOME — TABLE 10

($ millions)

		1997	1998	1999	2000
1.	Wages, salaries and supplementary labour income (*national basis*)	187,023	196,813	211,926	226,681
		6.7	*5.2*	*7.7*	*7.0*
2.	Net income of farm operators from farm production	246	283	230	325
		-5.7	*15.0*	*-18.7*	*41.3*
3.	Net income of non-farm unincorporated business including rent	22,654	23,710	25,099	26,467
		13.8	*4.7*	*5.9*	*5.5*
4.	Interest, dividends and miscellaneous investment income	41,964	43,296	44,571	47,088
		-2.7	*3.2*	*2.9*	*5.6*
5.	Current transfers from government, corporations and non-residents	37,650	39,034	40,339	42,209
		-0.1	*3.7*	*3.3*	*4.6*
6.	Equals: Personal income	289,537	303,136	322,165	342,770
		4.8	*4.7*	*6.3*	*6.4*
7.	Deduct: Personal direct taxes	50,446	53,818	56,339	60,029
		5.8	6.7	4.7	6.5
8.	Other current transfers to government	18,102	18,888	20,366	22,501
		4.9	*4.3*	*7.8*	*10.5*
9.	Equals: Personal disposable income	220,989	230,430	245,460	260,240
		4.6	*4.3*	*6.5*	*6.0*
10.	Deduct: Personal expenditure on consumer goods and services	200,697	210,472	222,816	236,318
		6.5	*4.9*	*5.9*	*6.1*
11.	Current transfers to corporations	3,030	3,501	3,990	4,779
		-16.0	*15.5*	*14.0*	*19.8*
12.	Current transfers to non-residents	490	520	550	592
		10.9	*6.1*	*5.8*	*7.6*
13.	Equals: Personal saving	16,772	15,937	18,104	18,551
		-10.6	*-5.0*	*13.6*	*2.5*
14.	Personal savings rate	7.6	6.9	7.4	7.1

Note: *Per cent change from previous year is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada*

ONTARIO TRADE

TABLE 11

($ millions)

	1997	1998	1999	2000
1. Exports of Goods and Services	**242,559**	**262,953**	**291,233**	**313,909**
	8.2	*8.4*	*10.8*	*7.8*
2. *Of Which*: **International**	**172,384**	**192,695**	**216,118**	**233,430**
	9.3	*11.8*	*12.2*	*8.0*
3. *Goods*	150,191	167,931	189,632	205,365
	8.8	*11.8*	*12.9*	*8.3*
4. *Services*	*22,193*	*24,764*	*26,486*	*28,065*
	13.0	*11.6*	*7.0*	*6.0*
5. *Of Which*: **Interprovincial goods and services**	**70,175**	**70,258**	**75,115**	**80,479**
	5.5	*0.1*	*6.9*	*7.1*
6. Imports of Goods and Services	**213,276**	**228,485**	**248,912**	**272,046**
	13.1	*7.1*	*8.9*	*9.3*
7. Trade Balance	**29,283**	**34,468**	**42,321**	**41,863**

Note: *Per cent change from previous year is given on the second line.*

Sources: *Office of Economic Policy, Ontario Ministry of Finance and Statistics Canada.*